

Pegmont Mines Limited

ACN 003 331 682

Registered Office

Walker Wayland Services P/L
11th Floor, 60 Castlereagh Street
Sydney, NSW 2000
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Mail: 13 Oden Street
Port Macquarie, NSW 2444

20 April 2023

Dear Shareholder,

Company Circulars

We are pleased to enclose the following documents for your consideration:

- **Annual Report** for the year to 31 December 2022.
- **Notice of meeting** to be held on Thursday 25 May 2023; together with explanatory statement.
- **Proxy Form.**



Hadyn G. Oriti
Chairman

Pegmont Mines Limited
ABN97 003 331 682

NOTICE OF ANNUAL GENERAL MEETING

NOTICE IS HEREBY GIVEN that the Annual General Meeting of Shareholders of Pegmont Mines Limited will be held in the Board Room, Walker Wayland Services Pty Ltd, Level 11, 60 Castlereagh Street, Sydney on Thursday, 25 May 2023 at 12.00pm.

Ordinary Business- Ordinary Resolutions requiring 50% of votes in favour to pass.

Item 1. To consider the Director's Report, Balance Sheet and Accounts for the year ended 31 December 2022 and Auditor's Report thereon.

Item 2. Resolution 1: Remuneration Report

To consider and, if thought fit, pass the following non-binding resolution:

"That the Remuneration Report be adopted."

Item 3. Resolution 2: To elect a Director

Mr Malcolm A. Mayger, in accordance with the Company's Constitution retires from office and being eligible, offers himself for re-election.

To consider and, if thought fit, pass the following resolution:

"That Mr Malcolm A. Mayger be re-elected a Director of the Company."

Item 4. Resolution 3: To elect a Director

Mr John W Montgomerie, who was appointed Director on 24 November 2022 retires in accordance with the Company's Constitution and being eligible, offers himself for re-election.

To consider and, if thought fit, pass the following resolution:

"That Mr John Montgomerie be re-elected a Director of the Company"

Item 5. Resolution 4: Managing Director's Appointment

To consider and, if thought fit, pass the following resolution:

"Mr Malcolm A. Mayger's appointment as Managing Director be extended for a period until the Annual General Meeting of members in 2025"

Item 6. Resolution 5: Auditors' Appointment

To consider and, if thought fit, pass the following resolution:

“That subject to the Australian Securities and Investment Commission consent to the current auditor Rothsay Audit & Assurance Pty Ltd resigning, appoint NorthCorp Accountants having consented in writing and previously appointed by Directors, Auditors of Pegmont Mines limited and its Subsidiary companies Pilbara Ventures Ltd and Kimberley Ventures Limited.”

Other Business

Item 7. To transact any other business which may be brought before the meeting in accordance with the Constitution.

Dated the 20th day of April 2023

BY ORDER OF THE BOARD



CHRISTOPHER D. LESLIE

Company Secretary

Notes:

Entitlement to vote: Persons whose names are set out in the register of members of the Company as at Tuesday, 23 May 2023 at 12.00pm are entitled to attend and vote at the meeting convened by this notice.

Appointment of proxies: Each member may appoint a proxy. If the member is entitled to cast 2 or more votes at the meeting, they may appoint 2 proxies. If the member appoints 2 proxies and the appointment does not specify the proportion or number of votes, the member may exercise half the votes. Fractions of votes will be disregarded. A proxy need not be a member of the Company. To be valid, a proxy must be received by the Company at Level 11, 60 Castlereagh Street, Sydney (fax: (02) 9951 5454) by 12.00pm **on Tuesday 23 May 2023**. For further information see the instructions on the back of the proxy form attached to this Notice of Meeting.

Personal information: Chapter 2C of the *Corporations Act 2001* requires information about you (including your name, address and details of the shares you hold) to be included in the Company's register of members. This information must continue to be included in the Company's register of members if you cease to be a shareholder. Information is collected to administer your shareholding and if some or all of the information is not collected then it might not be possible to administer your shareholding. The Company may disclose this information for purposes related to your shareholding, including in circumstances permitted under the Chapter 2C of the *Corporations Act 2001*. You can obtain access to your personal information in the Company's register of members in accordance with Chapter 2C of the *Corporations Act 2001*.

Explanatory Statement

This Explanatory Statement has been prepared for the information of the shareholders of the Company in connection with the business to be conducted at the annual general meeting of shareholders to be held on Thursday 25 May 2023 at 12.00pm at the Boardroom, Walker Wayland Services P/L, Level 11, 60 Castlereagh Street, Sydney. This Explanatory Statement should be read in conjunction with the accompanying Notice of Annual General Meeting.

1. The Director's Report, Balance Sheet and accounts for the year ended 31st December 2022 and Auditor's Report thereon are tabled for discussion and questions however a resolution to adopt is not required.

2. Background to Resolution 1 - Remuneration Report

The *Corporations Act 2001* (Cth) requires the Company to include in the Directors' Report, details regarding the Company's remuneration policy and other matters relating to and discussion of the remuneration of the Company's officers (a "**Remuneration Report**"). The *Corporations Act 2001* (Cth) also requires the Remuneration Report be adopted at the meeting by a resolution. While there is a requirement for a formal resolution, the members' vote is advisory only and does not bind the Company, nor will it require the Company to alter any arrangements detailed in the Remuneration Report, should the resolution not be passed.

The Remuneration Report is set out on pages 14 and 17 of the Company's 2022 Annual Report. The Remuneration Report explains the structure of, and policy behind the Company's remuneration practices and the link between the remuneration of employees and the Company's performance. The report also sets out remuneration details of each Director on page 18 and for any specified executive. The Directors and Company Secretary are paid a fixed remuneration for the year. There were no incentive or bonus payments.

Members will have a reasonable opportunity at the meeting to ask questions and make comments on the Remuneration Report.

3. Background to Resolution 2- To elect a Director

Article 6.3 of the Company's existing Constitution requires that one third of Directors retire at each Annual General Meeting. Mr Malcolm A Mayger is the Director who is to retire at this Annual General Meeting.

Article 6.3 also provides that a Director who retires as required at an Annual General Meeting be eligible for re-election. Mr Malcolm A Mayger offers himself for re-election.

4. Background to Resolution 3- To elect a Director

Article 6.3 of the Company's Constitution requires that where a Director is appointed by the Board he must retire at the next Annual General Meeting and is eligible for re-election at that meeting.

Mr John Montgomerie who was appointed on 24 November 2022 retires and being eligible offers himself for re-election.

5. Background to Resolution 4 – Managing Director's Appointment

The Board desires that Mr Malcolm A Mayger continue to act a Managing Director for another two years until the Annual General Meeting of members in 2025, in order to continue developing the company's activities.

6. Background to Resolution 5 – Auditors' Appointment

The Board prefers to have an external auditor in the same vicinity as the Directors and main office of the Company at Port Macquarie. The Directors' requested the current auditors resign so local auditors could be appointed. NorthCorp Accountants located at Port Macquarie were approached and have provided a consent to Act as auditors of Pegmont Mines Limited and its Subsidiary Companies. The Board of directors passed resolutions on 6 April 2023 appointing NorthCorp Accountants as auditors of Pegmont Mines Limited, Pilbara Ventures Limited and Kimberley Ventures Limited.

Dated 20th April 2023